GOVERNMENT OF INDIA
AGRO AND RURAL INDUSTRIES
LOK SABHA

UNSTARRED QUESTION NO:2634
ANSWERED ON:20.03.2002
EXPORT INCENTIVES
PRABHUNATH SINGH

Will the Minister of AGRO AND RURAL INDUSTRIES be pleased to state:

(a) whther Export Directorate of Khadi and Village Industries Commission has released export incentives without taking cognizance of outstanding loan and interest thereon;

(b) if so, the action proposed to be taken by the Government against the officials for violating Government orders of adjusting loans/interest before releasing export incentives; and

(c) the details of claims released during the last three years party-wise and year-wise?

Answer

THE MINISTER OF AGRO AND RURAL INDUSTRIES (SHRI KARIYA MUNDA)

(a) & (b): The release of incentives after adjustment of outstanding dues was decided as a policy by the Standing Finance Committee (SFC) ofthe Khadi and Village Industries Commission(KVIC) only in October 1998.This was because the scheme was introduced for the first time in 1995 as a maiden effort to boost exports in the KVI Sector. During 1998, it was observed that certain units claiming export incentives had also availed Working Capital from the Commission under CBC Scheme and it becamenecessary to adjust the CBC loan installments dues from theseunits from export incentives sanctioned to them. Hence, before 1998, the export incentives were released without taking cognizance of outstanding loan and interest. Since there were no violations of any rule/regulation of KVIC in-vogue at that time, no action was proposed.

(c): The details of claims released during the last three years party-wise and year-wise are given below :-

Sl.No.	Name of the Party	1998-1999	1999-2000	2000-2001
1	Hand Made Paper & Board Industries Sanganer, Jaipur	Rs.18,72,607/-	Rs.23,48,818/-	Rs.3,44,963/-
2	A.L. Paper House, Sanganer, Jaipur	Rs.3,36,870/-	Rs.4,89,427/-	-